TASK 4 SALES PREDICTION USING PYTHON

1. Loading the dataset

Dataset loaded successfully.

2. Data Inspection

2.1. First 5 Rows

```
[2]: print("First 5 rows of the dataset:") print(data.head())
```

First 5 rows of the dataset:

```
TV Radio Newspaper Sales
0 230.1 37.8 69.2 22.1
1 44.5 39.3 45.1 10.4
2 17.2 45.9 69.3 12.0
3 151.5 41.3 58.5 16.5
4 180.8 10.8 58.4 17.9
```

2.2. Dataset Information

```
[3]: print("Information about the dataset:") print(data.info())
```

```
Information about the dataset:
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 200 entries, 0 to 199
Data columns (total 4 columns):
# Column Non-Null Count Dtype
```

```
0 TV 200 non-null float64
1 Radio 200 non-null float64
2 Newspaper 200 non-null float64
3 Sales 200 non-null float64
```

dtypes: float64(4) memory usage: 6.4 KB

None

2.3. Describing the Dataset

```
[4]: print("Descriptive statistics of the dataset:") print(data.describe())
```

Descriptive statistics of the dataset:

```
TV
                                 Newspaper
                                                  Sales
                         Radio
                                200.000000
       200.000000
                    200.000000
                                             200.000000
count
       147.042500
                     23.264000
                                 30.554000
                                              15.130500
mean
std
        85.854236
                     14.846809
                                 21.778621
                                               5.283892
         0.700000
                     0.000000
                                  0.300000
                                               1.600000
min
25%
        74.375000
                     9.975000
                                 12.750000
                                              11.000000
50%
       149.750000
                     22.900000
                                 25.750000
                                              16.000000
       218.825000
75%
                     36.525000
                                 45.100000
                                              19.050000
       296.400000
max
                     49.600000 114.000000
                                              27.000000
```

2.4. Checking Dataset Shape

```
[5]: print("Dataset Shape:", data.shape)
```

Dataset Shape: (200, 4)

2.5. Checking Missing Values

```
[6]: print("Missing values in each column:")
print(data.isnull().sum())

# There is no missing value
```

Missing values in each column:

TV 0
Radio 0
Newspaper 0
Sales 0
dtype: int64

3. Data Visualization

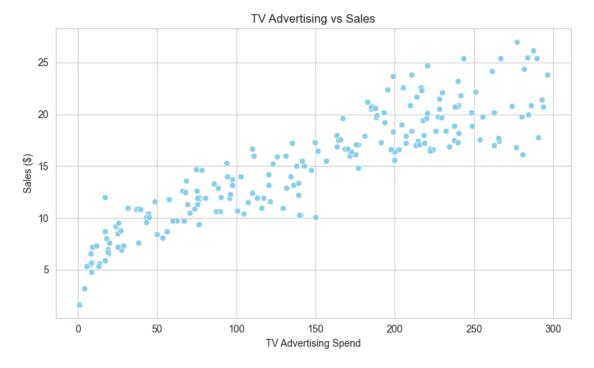
3.1. TV Advertising vs. Sales Scatter Plot

```
[7]: import seaborn as sns
import matplotlib.pyplot as plt

# Set seaborn style
```

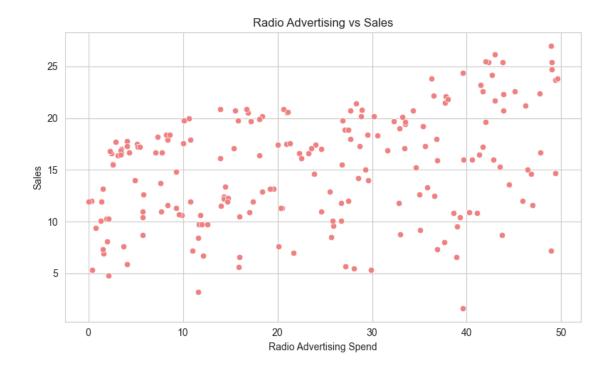
```
sns.set_style("whitegrid")

# TV vs Sales
plt.figure(figsize=(8, 5))
sns.scatterplot(x='TV', y='Sales', data=data, color='skyblue')
plt.title('TV Advertising vs Sales')
plt.xlabel('TV Advertising Spend')
plt.ylabel('Sales ($)')
plt.grid(True)
plt.tight_layout()
plt.show()
```



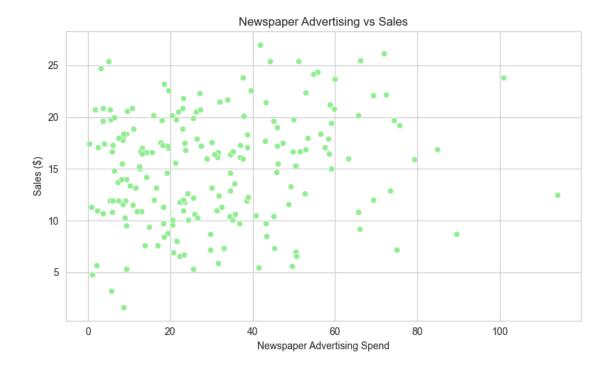
3.2. Radio Advertising vs. Sales Scatter Plot

```
[8]: # Radio vs Sales
plt.figure(figsize=(8,5))
sns.scatterplot(x='Radio', y='Sales', data=data, color='lightcoral')
plt.title('Radio Advertising vs Sales')
plt.xlabel('Radio Advertising Spend')
plt.ylabel('Sales')
plt.grid(True)
plt.tight_layout()
plt.show()
```



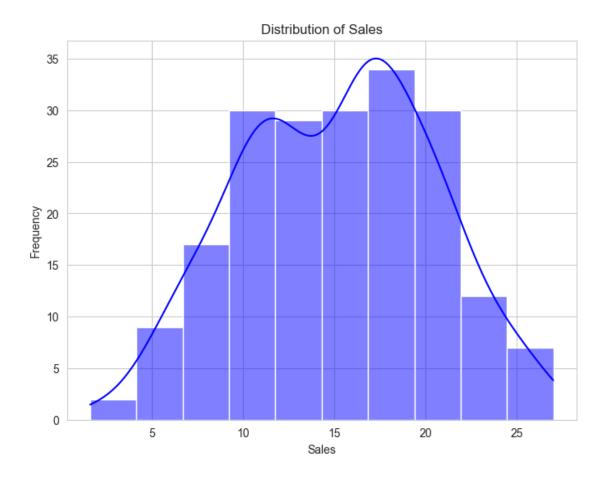
3.3. Newspaper Advertising vs. Sales Scatter Plot

```
[9]: # Newspaper vs Sales
plt.figure(figsize=(8, 5))
sns.scatterplot(x='Newspaper', y='Sales', data=data, color='lightgreen')
plt.title('Newspaper Advertising vs Sales')
plt.xlabel('Newspaper Advertising Spend')
plt.ylabel('Sales ($)')
plt.grid(True)
plt.tight_layout()
plt.show()
```



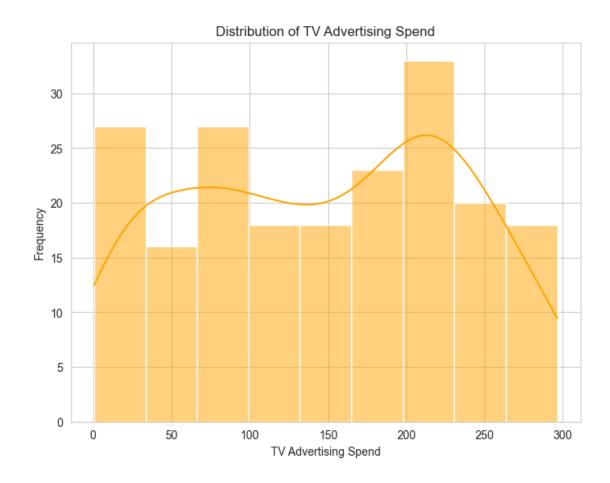
3.4. Distribution of Sales Histogram

```
[10]: # Distribution of Sales
plt.figure(figsize=(8, 6))
sns.histplot(data['Sales'], kde=True, color='blue')
plt.title('Distribution of Sales')
plt.xlabel('Sales')
plt.ylabel('Frequency')
plt.show()
```



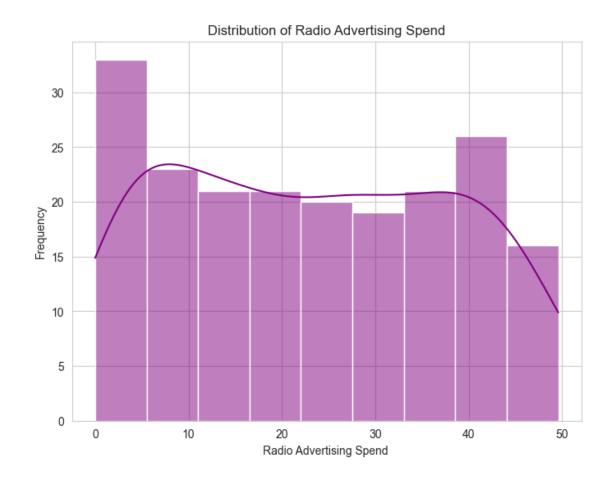
3.5. Distribution of TV Advertising Spend Histogram

```
[11]: # Distribution of TV
plt.figure(figsize=(8, 6))
sns.histplot(data['TV'], kde=True, color = "orange")
plt.title("Distribution of TV Advertising Spend")
plt.xlabel("TV Advertising Spend")
plt.ylabel("Frequency")
plt.show()
```



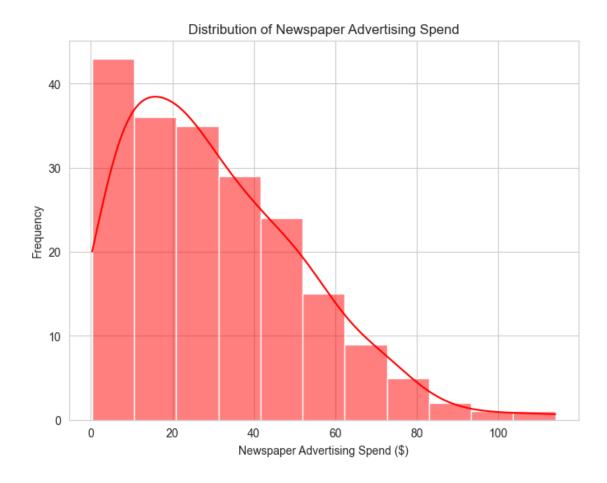
3.6. Distribution of Radio Advertising Spend Histogram

```
[12]: # Distribution of Radio
plt.figure(figsize=(8, 6))
sns.histplot(data['Radio'], kde=True, color = "purple")
plt.title("Distribution of Radio Advertising Spend")
plt.xlabel("Radio Advertising Spend ")
plt.ylabel("Frequency")
plt.show()
```



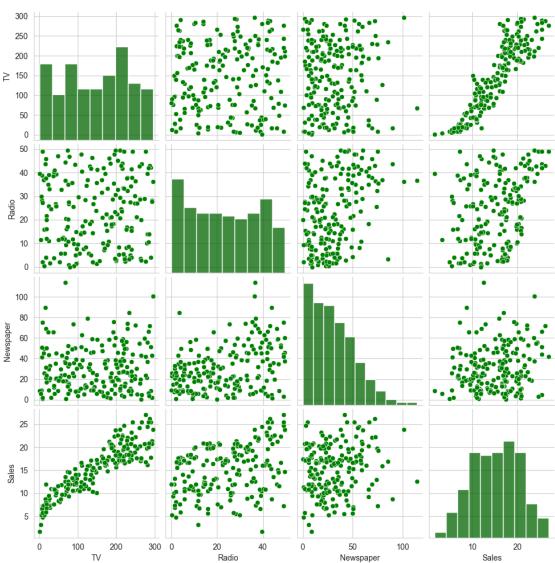
3.7. Distribution of Newspaper Advertising Spend Histogram

```
[13]: # Distribution of Newspaper
plt.figure(figsize=(8, 6))
sns.histplot(data['Newspaper'], kde=True, color = "red")
plt.title("Distribution of Newspaper Advertising Spend")
plt.xlabel("Newspaper Advertising Spend ($)")
plt.ylabel("Frequency")
plt.show()
```



3.8. Pairwise Plot of Advertising Dataset

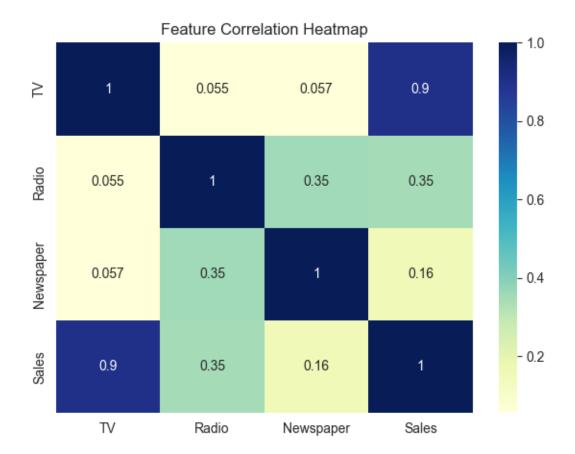




3.9. Feature Correlation Heatmap

```
[15]: print("Correlation Heatmap:\n")
  plt.figure(figsize=(7, 5))
  sns.heatmap(data.corr(), annot=True, cmap='YlGnBu')
  plt.title("Feature Correlation Heatmap")
  plt.show()
```

Correlation Heatmap:



4. Data Preprocessing

4.1. Feature and Target Separation

```
[16]: # Define features (X) and target (y)
# Split the data
X = data[['TV', 'Radio', 'Newspaper']]
y = data['Sales'] # Target variable
```

4.2. Data Splitting

```
[17]: from sklearn.model_selection import train_test_split

# Split the data into training and testing sets (80% train, 20% test)

X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, orandom_state=42)

print(f"\nTraining set size: {X_train.shape[0]} samples")

print(f"Testing set size: {X_test.shape[0]} samples")
```

Training set size: 160 samples Testing set size: 40 samples

5. Model Training

5.1. Initialize the models

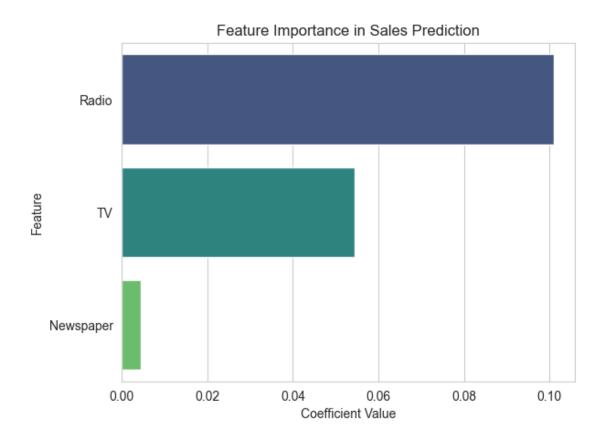
```
[18]: from sklearn.linear_model import LinearRegression
# Initialize the Linear Regression model
# This uses a 'machine learning technique' (Linear Regression) to predict sales.
model = LinearRegression()

# Train the model using the training data
model.fit(X_train, y_train)

print("Model training complete.")
```

Model training complete.

5.2. Feature Importance



5.3. Model Prediction

```
[20]: y_pred = model.predict(X_test)
```

6. Model Evaluation

6.1. Calculating Regression Model Performance

```
[21]: from sklearn.metrics import mean_absolute_error, mean_squared_error, r2_score
   import numpy as np
# Calculate evaluation metrics
mae = mean_absolute_error(y_test, y_pred)
mse = mean_squared_error(y_test, y_pred)
rmse = np.sqrt(mse)
r2 = r2_score(y_test, y_pred)

print(f"Mean Absolute Error (MAE): {mae:.2f}")
print(f"Mean Squared Error (MSE): {mse:.2f}")
print(f"Root Mean Squared Error (RMSE): {rmse:.2f}")
print(f"R-squared (R2): {r2:.2f}")

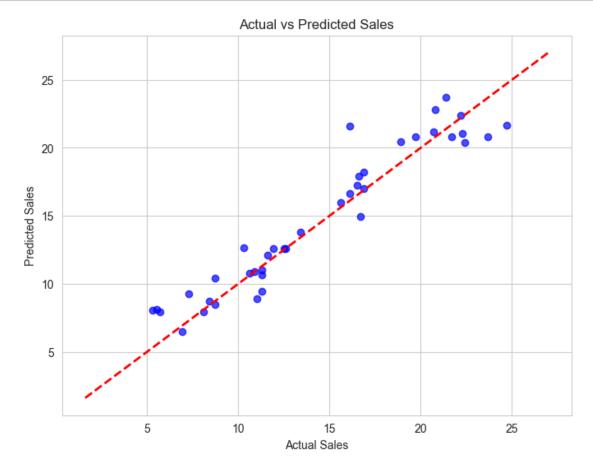
print(f"\nModel Accuracy (based on R-squared): {r2 * 100:.2f}%")
```

```
Mean Absolute Error (MAE): 1.27
Mean Squared Error (MSE): 2.91
Root Mean Squared Error (RMSE): 1.71
R-squared (R2): 0.91
```

Model Accuracy (based on R-squared): 90.59%

6.2. Visualizing Actual vs. Predicted Sales

```
[22]: # Plotting actual vs predicted values
plt.figure(figsize=(8, 6))
plt.scatter(y_test, y_pred, alpha=0.7, color='blue')
plt.plot([y.min(), y.max()], [y.min(), y.max()], 'r--', lw=2) # Diagonal line
plt.xlabel('Actual Sales')
plt.ylabel('Predicted Sales')
plt.title('Actual vs Predicted Sales')
plt.show()
```



7. Boosting Model Performance (Accuracy)

7.1. Creating a Binary Sales Target to improve Accuracy

```
[23]: # Convert 'Sales' into a binary classification target: High Sales (1) or Low_

⇒Sales (0)

data['Sales_Class'] = (data['Sales'] > data['Sales'].median()).astype(int)
```

7.2. Feature and Target Variable Definition

```
[24]: # Features and classification target
X = data[['TV', 'Radio', 'Newspaper']]
y = data['Sales_Class']
```

7.3. Splitting Data into Training and Testing Sets

7.4. Random Forest Classifier: Training and Evaluation

```
[26]: from sklearn.linear_model import LogisticRegression
    from sklearn.ensemble import RandomForestClassifier
    from sklearn.metrics import accuracy_score, confusion_matrix
# Random Forest Classifier

rf = RandomForestClassifier(random_state=42)

rf.fit(X_train, y_train)

y_pred_rf = rf.predict(X_test)

acc_rf = accuracy_score(y_test, y_pred_rf)

cm_rf = confusion_matrix(y_test, y_pred_rf)
```

7.5. Logistic Regression: Training and Evaluation

```
[27]: # Logistic Regression
logreg = LogisticRegression()
logreg.fit(X_train, y_train)
y_pred_log = logreg.predict(X_test)
acc_log = accuracy_score(y_test, y_pred_log)
cm_log = confusion_matrix(y_test, y_pred_log)
```

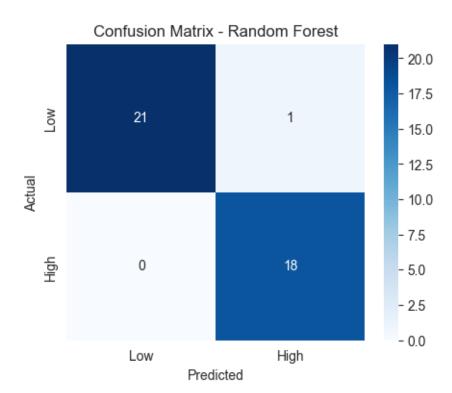
7.6. Displaying Random Forest Performance and Confusion Matrix

```
print("Random Forest Classifier:")
print(f"Accuracy: {acc_rf * 100 :.2f}%")

print("\nConfusion Matrix for Random Forest:\n")
plt.figure(figsize=(5,4))
sns.heatmap(cm_rf, annot=True, fmt='d', cmap='Blues', xticklabels=['Low', use 'High'], yticklabels=['Low', 'High'])
plt.title('Confusion Matrix - Random Forest')
plt.xlabel('Predicted')
plt.ylabel('Actual')
plt.show()
```

Random Forest Classifier: Accuracy: 97.50%

Confusion Matrix for Random Forest:

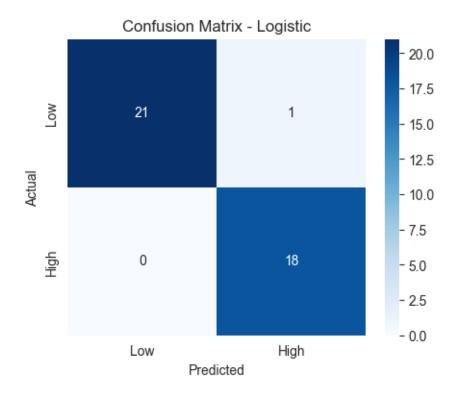


7.7. Displaying Logistic Regression Performance and Confusion Matrix

```
print("Logistic Regression:")
print(f"Accuracy: {acc_log * 100 :.2f}%")
print("\nConfusion Matrix for Logistic Regression:\n")
plt.figure(figsize=(5,4))
sns.heatmap(cm_log, annot=True, fmt='d', cmap='Blues', xticklabels=['Low', u'High'], yticklabels=['Low', 'High'])
plt.title('Confusion Matrix - Logistic')
plt.xlabel('Predicted')
plt.ylabel('Actual')
plt.show()
```

Logistic Regression: Accuracy: 97.50%

Confusion Matrix for Logistic Regression:



8. Sales Prediction Example

8.1. Example 1: Forecasting Sales with Specific Advertising Spends

```
[30]: # Example: Predict sales for new advertising expenditures
# Predict sales based on a specific advertising budget

new_ad_spend = pd.DataFrame([[200, 30, 40]], columns=['TV', 'Radio', \_ \'Newspaper'])
predicted_sales = model.predict(new_ad_spend)

print(f"Advertising Spend (TV: 200, Radio: 30, Newspaper: 40):")
print(f"Predicted Sales: {predicted_sales[0]:.2f}")
```

Advertising Spend (TV: 200, Radio: 30, Newspaper: 40): Predicted Sales: 18.82

8.2. Example 2: Sales Prediction for an Alternative Advertising Scenario

```
print(f"\nAdvertising Spend (TV: 50, Radio: 10, Newspaper: 5):")
print(f"Predicted Sales: {predicted_sales_2[0]:.2f}")

Advertising Spend (TV: 50, Radio: 10, Newspaper: 5):
Predicted Sales: 8.47

[32]: print("--- Sales Prediction Project Complete ---")
--- Sales Prediction Project Complete ---")
```